

D2N2 Investment Board Cover Sheet – 30th January 2020

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Meeting and Date	Investment Board 30 th January 2020		
Subject	Output Performance Update-Quarter 3		
Author	T Goshawk/S Wainwright	Total no of sheets	5

Papers are provided for:	Approval <input type="checkbox"/>	Discussion <input type="checkbox"/>	Information <input checked="" type="checkbox"/>
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Summary and Recommendation(s)
<p>This paper delivers an update on the output performance of the Local Growth Fund (LGF).</p> <p>The Investment Board are requested to note the information.</p>

D2N2 INVESTMENT BOARD**7^{30h} January 2020****Local Growth Fund Output Performance Update-Quarter 3**

In return for £250m of Local Growth Fund contributions, D2N2 are expected to deliver outputs to contribute to the national economy as a result of the interventions it carries out in the economy. Over its 3 tranches of funding, the LEP are committed to deliver 29,000 Jobs, 10,800 Homes and 147,000 Learners over the projects lifetime which runs up to 2035.

This paper provides an update on the following metrics:

- **Contracted output figures:** The output targets agreed between the project promoter and the LEP at the point of approving a Final Business Case.
- **Revised forecasts:** The projected output delivery figure for this financial year based on forecasts provided by the project promoters
- **Actual delivery to date:** outputs delivered to this date
- **Contracted Target with Government:** In return for the LGF contribution from government we are targeted to deliver 29,000 jobs, 10,700 Homes and 147,000 Learners (Being Reviewed) by 2035.

All metrics will be shown for the 2019/20 financial year, delivery since the start of the programme and the lifetime of the programme

Delivery to Date – Up to Q3 2019/20

These figures show the Contracted target and delivery for the programme from 2015 to Q3 2019/20. The programme so far has achieved 80% of jobs mainly due to successful job creation at some of the smaller projects e.g. Medicity, Institute for Advanced Manufacturing which are both overachieving their targets. Homes have struggled at 42% which is due to the large numbers contracted but yet to be delivered at the Newark Southern Link Road due to an ongoing funding gap in the scheme. 41% of the learner target has been achieved to date, this is due to the Vision University project which has previously underachieved due to challenges within the college but is due to

submit a reprofile bringing the forecast closer in line with delivery to this meeting

	Jobs	Homes	Learners
Contracted Target to Q3 2019/20	5,009	3,709	2,279
Actual to Date (Up to and including Quarter 3 2019/20)	4,009	1,546	944
Percentage	80%	42%	41%

2019/20 Financial Year

Earlier in the financial year D2N2 asked all projects with contracted output figures in this financial year to provide a revised forecast for 2019/20. This exercise identified that the contracted output figures for this year would not be met, over half of the outputs contracted for this year which will not be achieved (3351 out of 6133 jobs) come from three projects, Infinity Park, Newark SLR and Our City Our River (OCOR). All of which are predicting either a zero (Newark) or very low (Infinity Park and OCOR) jobs figures for this financial year. Outputs recorded from the last monitoring period have been in line with contracted output figures for Quarter 3, the impact is predominantly on the target for the last half of the year.

	Jobs	Homes	Learners
Contracted Target for 2019/20	6,133	510	1,017
Revised Forecast	1,396	400	480
Actual to Date (To Quarter 3 2019/20)	298	355	388

Overall Programme

These figures show the output targets and delivery for the entirety of the Local Growth Fund Programme. These targets will be delivered over the lifetime (To 2035) if the Local Growth Fund with further outputs being delivered up until 2035. Discussions are ongoing with the BEIS local team with regards to the potential reprofiling of the contracted learner targets, which is believed to be closer to 1470.

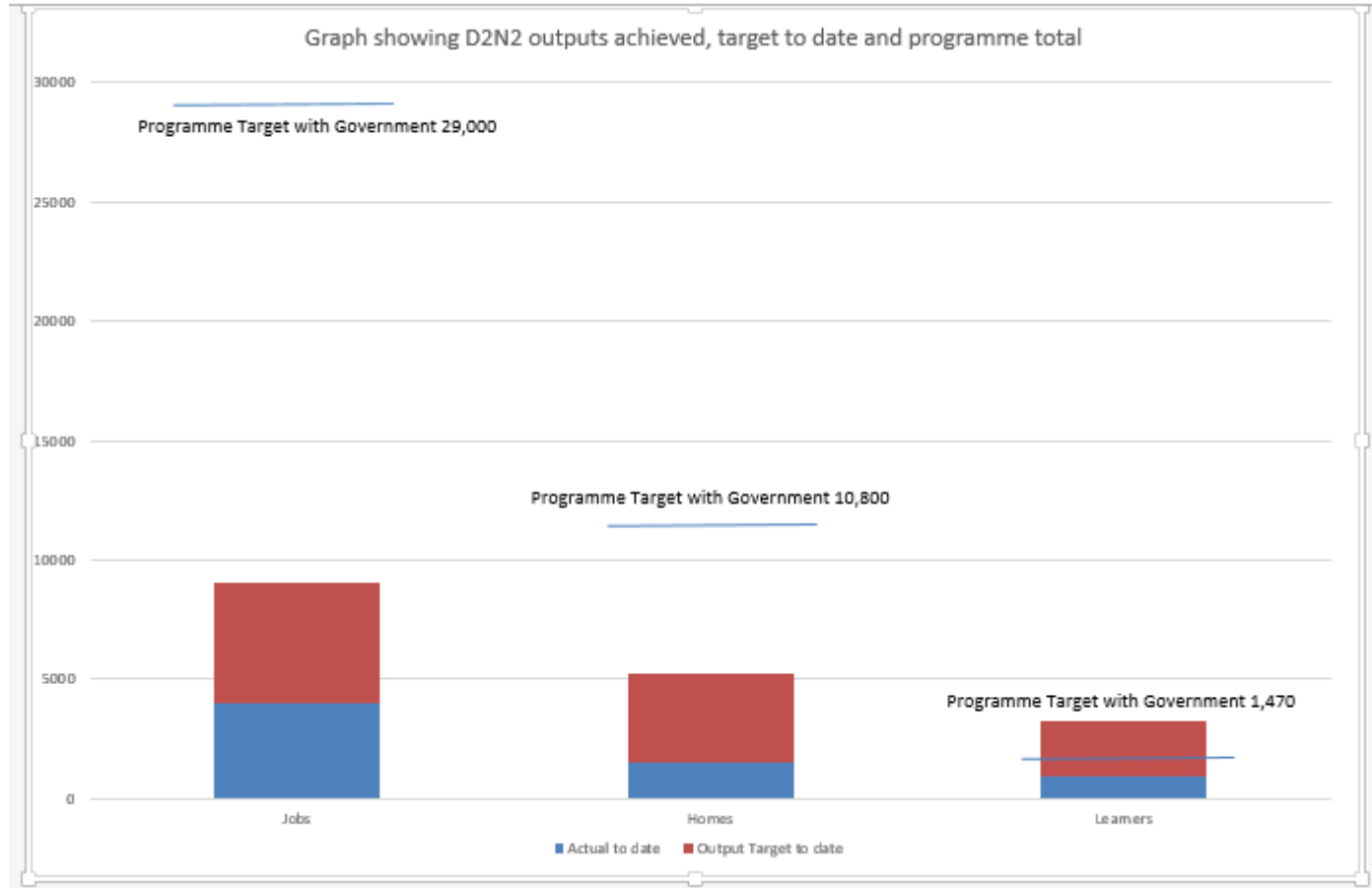
	Jobs	Homes	Learners
Contracted Target with Government up to 2035	29,000	10,700	147,000
Actual to Date (Up to and including Quarter 3 2019/20)	4,009	1,546	944
Percentage	14%	14%	Subject to review

Analysis has been done by the Accountable Body and the LEP to review each projects outputs and we believe that the targets set by Government can be achieved by all the projects including the unapproved projects.

Appendix A shows the outputs achieved compared to the contracted up until Quarter 3 2019/20. This is then shown against the total outputs target as agreed with BEIS, the learners figure has been adjusted to 1470 from 147,000 for this graph.

Appendix B shows analysis of the outputs by project.

Appendix A



Appendix B

Project	Quarter 3 2019/20						Cumulative to date					
	Jobs		Homes		Learners		Jobs		Homes		Learners	
	Forecast	Actual	Forecast	Actual	Forecast	Actual	Forecast	Actual	Forecast	Actual	Forecast	Actual
A46 Corridor Employment Units			90				46	47	270	463		
A46 Cotgrave Town Centre							45	89				
A57/A60 Worksop				21			581	686	173	194		
Ada Lovelace House							4	11				
Bioscience Expansion, Nottingham							210	377				
Bulwell Market	2						22	22				
Buxton Crescent							140	3				
Chesterfield Higher Level Skills		5			38		34	48.46			656	555
Coalite							8	0				
Daykene St	1						2	5				
Derby Cycling and Placemaking							35	35				
Derbyshire Broadband							100	100				
Gedling Access Road			25	35					160	162		
Harworth		85	60	160			856	535	328	452		
Infinity Park							110	107				
Institute of Advanced Manufacturing							25	74.25				285
Medicity	15	80					100	234				
MTIF							1	1				
N2 Town Centres	141						141					
Newark Southern Link Road				93			0	0	2450	147		
Nottinghamshire Broadband							388	388				
Nottingham Castle	-46						0					
OCOR							1345	449	328	128		
Seymour Link							600	638				
Sherwood Energy Village	19						19	35				
Sherwood Visitor Centre							20.27	22.87				
Sutton Indoor Market		4					50	71				
Technology Hub							5	5			79	104
The Silk Mill							10	14				
The Spot							10.6	11				
Vision University							0	0			1544	
Vesuvius							95	0				
	132	174	175	309	0	38	5003	4009	3709	1546	2279	944